

**Meeting Between Governor Duke and
the North Carolina Bankers Association
February 9, 2011**

Participants: Governor Elizabeth Duke (Federal Reserve Board Member), Katie Ross Nancy Riley and Madelyn Marchessault (Federal Reserve Staff)

North Carolina Bankers Association members: Larry Barbour, Marcus Begley, James Bennison, Scott Biehle, Ronald Black, Robert Braswell, David Brooks, Simpson Brown, Kent Carstater, Samuel Collins, Adelaide Craver, Richard Craver, James Engel, John Fox, Donna Goodrich, Richard Hall, Robert Hatley, Mark Holmes, Robert James, Helen Jeffords, Christopher Jenkins, Blair Jernigan, Arthur Keeney, Alice Keeney, John Kimberly, John Kreighbaum, James Mahan, Karen McIsaac, Wayne Montgomery, Jerry Ocheltree, Steven Ogburn, Clifton Painter, Thomas Phillips, Kim Price, Virginia Salt, Kim Saunders, John Stallings, Jack Stancil, Wesley Sturges, Thomas Suggs, Arlin Utz, Lorraine Waller, Kim Winslow, William Woodard, Daryl Wyckoff, Diana Preston, Robert Rowe and Mary Wasaff

Summary: Members of the North Carolina Bankers Association met with Governor Duke to discuss the implementation of the Dodd-Frank Wall Street Reform and Consumer Protection Act (“Dodd-Frank”). During this discussion, several association members raised concerns about the compliance burden facing community banks as a result of required rulemakings under Dodd-Frank and said regulators should consider the potential effect of new regulations on community banks’ lending and on the economy more broadly. Regarding the Board’s proposed rulemaking on interchange fees and routing, one association member noted that banks devote a significant amount of money and resources to fraud-prevention efforts for interchange and that the interchange fees in the proposed rule do not take fully account for banks’ costs in this area.